

State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER Executive Director JOHN R. BAZA
Division Director

Inspection Report

Supervisor A

Minerals Regulatory Program Date of Report:

Mine Name: Kaibab Mill Site	Permit number: S0170038
Operator Name: Kaibab Industries	Inspection Date: May 30, 2007
	Time: 8:30-8:45 PM

Inspector(s): Paul Baker Other Participants: None

Mine Status: Reclaimed Weather: Clear, 70s

Elements of Inspection	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds		\boxtimes	
2. Public Safety (shafts, adits, trash, signs, highwalls)			
3. Protection of Drainages / Erosion Control			
4. Deleterious Material			
5. Roads (maintenance, surfacing, dust control, safety)			
6. Concurrent Reclamation			
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes)			
8. Water Impoundments			
9. Soils			
10. Revegetation			
11. Air Quality			
12. Other			

Purpose of Inspection:

The inspection was in response to the operator's request for release.

Inspection Summary:

1. Permits, Revisions, Transfer, Bonds

The BLM has released this site, and on March 19, 2007, the Division received an application requesting release.

10. Revegetation

I did not visit this site when it was active, so I do not know precisely which areas were affected and which were not. There are probably some undisturbed areas with little vegetation, and there are probably some disturbed areas where volunteer vegetation has become established.

I tried measuring perennial vegetation cover in reclaimed and undisturbed areas and obtained values of 1.6 and 4.0 percent, but these are probably not accurate.

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Conclusions and Recommendations:

The Division needs to evaluate the release request. I will probably recommend release based on the BLM's release and the grading the operator has completed, but I am not certain whether the site meets revegetation criteria.

Inspector's Signature

Date:

PBB:pb

cc: Melvin Bushman, Kaibab Industries

Buzz Rakow, Hanksville BLM

Attachment: Photos

ATTACHMENT Photographs

S0170038, Kaibab Mill Site, Kaibab Industries Inspection Dated: May 30, 2007; Report Dated: June 21, 2007



Photo 1. I understand leftover ore material was buried near the cliffs.

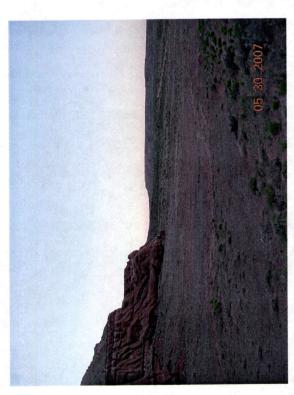


Photo 2. This is an overview of the area I believe was disturbed by the mill site.



Photo 3. This picture was taken in 2005 and shows a sandy undisturbed area.